

YEAR 2005

ANNUAL REPORT

OF THE

PUBLIC SERVICE  
COMMISSION

2006 MAY -2 AM 9:41

RECEIVED BY

NAME MT ASSOCIATES, LLC

LOCATION SKYVIEW SUB. 8230 EAGLE DRIVE  
& 1065 AVIAN ROAD HELENA, MT 59602

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING 12/31/05

## **GENERAL INSTRUCTIONS**

1. Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
2. Interpret all accounting words or phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section or page which is not applicable to the respondent enter the words "Not Applicable or NA". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. Complete this report by means which result in a permanent record.
7. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
8. This report should be filled out in duplicate and one copy returned within 2 1/2 months after the close of the reporting period. The report should be returned to:

Montana Public Service Commission  
Utility Division  
2701 Prospect Avenue  
Helena, Montana 59620

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# REPORT OF

MT ASSOCIATES, LLC

(Exact Name of Utility)

1065 AVIAN ROAD & 8230 EAGLE DRIVE, HELENA, MT 59602

(Address)

(City, State, Zip Code)

For Year Ended 2005

Date Utility First Organized 6/1/04

Telephone Number 406 439 2460

Location where books and records are located 3176 BAKENDALE DRIVE HELENA, MT 59601

Contracts:			
Name	Title	Principal Business Address	Salary
LARRY MARSHALL Person to send correspondence:	MANAGING MEMBER	3176 BAKENDALE DRIVE HELENA, MT 59601	-0- XXXXXXX
LARRY MARSHALL Person who prepared this report:	"	"	-0- XXXXXXX
LARRY MARSHALL Officers & Managers:	"	"	-0- \$
			\$
			\$
			\$
			\$
			\$

Report every corporation or person owning interest or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Percent Ownership in Utility	Principal Business Address	Salary Charged Utility
LARRY MARSHALL	100%	3176 BAKENDALE DRIVE HELENA, MT 59601	\$ -0-
			\$
			\$

# INCOME STATEMENT

Account Name	Current Year	Previous Year
<b>GROSS REVENUE:</b>		
<b>Metered (DIO NOT USE)</b>		
Residential	90,687.86	43,362.22
Commercial	5022.72	2410.69
Industrial	-0-	-0-
Other <i>Hookup Fee</i>	3500.00	6,000.00
<b>Unmetered</b>		
Residential	0	0
Commercial	0	0
Industrial	0	0
Fire Protection	0	0
Bulk Sales	0	0
Sale of Materials	0	0
Other	0	0
<b>TOTAL GROSS REVENUE</b>	<b>99210.58</b>	<b>51,772.86</b>
<b>Operation and Maintenance Expense</b>	<b>76,833</b>	<b>55,253.07</b>
<b>Depreciation Expense</b>	<b>19,591</b>	<b>18,147.00</b>
<b>Taxes Other Than Income</b>	0	0
<b>Income Taxes</b>	0	0
<b>Deferred Federal Income Taxes</b>	0	0
<b>Deferred State Income Taxes</b>	0	0
<b>TOTAL OPERATING EXPENSE</b>	<b>96,424</b>	<b>73,400.00</b>
<b>NET OPERATING INCOME (LOSS)</b>	<b>1956</b>	<b>&lt;21,627.21&gt;</b>
<b>Other Income:</b>		
Non-Utility Income	0	6676.25
	0	0
<b>Other Deductions:</b>		
Non-Utility Expenses	0	0
Interest Expense	0	0
	0	0
<b>NET INCOME (LOSS)</b>	<b>1956</b>	<b>&lt;6676.25&gt;</b>

## COMPARATIVE BALANCE SHEET

ACCONT NAME	CURRENT YEAR	PREVIOUS YEAR
<b>Assets:</b>		
Utility Plant In Service	311,266	302,850
Accumulated Depreciation and Amortization	67,977	48,198
<b>Net Utility Plant</b>	243,477	254,652
Cash	-0-	6,302
Customer Account Receivable	2100	45,773
Other Assets (Specify) <i>HOOK UP FEE</i>	3500	6,000
<b>Total Assets</b>	249,077	312,727
<b>Liabilities an Capital:</b>		
Common Stock Issued	0	0
Preferred Stock Issued	0	0
Other Paid In Capital	0	0
Retained Earnings	0	0
Proprietary Capital	249,077	306,051
<b>Total Capital</b>		
Long Term Debt	0	0
Accounts Payable	0	6676
Notes Payable	0	0
Customer Deposits	0	0
Accrued Taxes	0	0
Other Liabilities (Specify)	0	0
Advances for Construction	0	0
Contributions In Aid Of Construction	0	0
<b>Total Liabilities and Capital</b>	249,077	312,727

### Accumulated Depreciation and Amortization of Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year	48,198	30,651
Credits During Year	19,591	18,147
Accruals Charged to Depreciation Account	0	0
Salvage	0	0
Other Credits (Specify)	0	0
	0	0
Total Credits	67,789	48,198
Debits During Year:	0	0
Book Cost of Plant Retired	0	0
Cost of Removal	0	0
Other Debits (Specify)	0	0
	0	0
Balance End of Year	67,789	48,198

### CONTRIBUTIONS IN AID OF CONSTRUCTION

Report below all contractor and developer agreements and line extension agreements from which cash or property was received during the year	Indicate "Cash or Property"	Amount
N/A		
Total During Year		

### ACCUMULATED DEFERRED INCOME TAXES

Description	Total
Accumulated Deferred Income Taxes:	
Federal N/A	
State	
Total Accumulated Deferred Income Taxes	

## CAPITAL STOCK

	Common Stock	Preferred Stock
Par or stated value per share <i>N/A</i>		
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued		
Dividends declared per share for year		

## RETAINED EARNINGS

	Appropriated	Unappropriated
<i>N/A</i>		
Balance first of year		
Changes during year (Specify):		
<i>NET INCOME FOR 2005</i>	<i>1956</i>	
<i>DISTRIBUTIONS</i>		
Balance end of year		

## PROPRIETARY CAPITAL

	Proprietor or Partner	Partner
Balance first of year	<i>306,051</i>	<i>0</i>
Changes during year (specify):		
<i>NET INCOME FOR 2005</i>	<i>1956</i>	<i> </i>
<i>DISTRIBUTIONS</i>	<i>&lt;58,930&gt;</i>	<i> </i>
		<i>0</i>
Balance end of year	<i>249,077</i>	

## LONG TERM DEBT

Description of Obligation	Interest		Principal Per Balance Sheet Date
	Rate	Pymts	
<i>N/A</i>			
Total			



# SEWER & WATER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization		0	0	0
302	Franchises				
303	Land & Land Rights				
304	Structures and Improvements				
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs				
308	Infiltration Galleries and Tunnels				
309	Supply Mains	36,000			
310	Power Generation Equipment				
311	Pumping Equipment	66,850			
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes	200,000			
331	Transmission and Distribution Mains				
333	Services				
334	Meters and Meter Installations				
335	Hydrants				
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equipment				
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop & Garage Equipment				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant		0	0	0
	<b>Total Water Plant</b>	<b>302,850</b>			

# ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

ACCT. NO.	ACCOUNT	AVERAGE SERVICE LIFE IN YEARS	AVERAGE SALVAGE IN PERCENT	DEPR. RATE APPLIED	ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	DEBITS	CREDITS	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
304	Structures & Improvements		%	%				
305	Collecting & Impounding Reservoirs		%	%				
306	Lake River & Other Intakes		%	%				
307	Wells and Springs		%	%				
308	Infiltrations Galleries & Tunnels		%	%				
309	Supply Mains	6	%	%				
310	Power Generating Equip.		%	%				
311	Pumping Equipment	7	%	14.3 %	35,478		12,151	45,629
320	Water Treatment Equip.		%	%				
330	Distribution Reservoirs & Standpipes	25	%	4 %	13,000		8000	20,000
331	Trans. & Dist. Mains	25	%	4 %	720		1440	2160
333	Services		%	%				
334	Meter & Meter Installation		%	%				
335	Hydrants		%	%				
339	Other Plant & Misc. Equip.		%	%				
340	Office Furniture and Equipment		%	%				
341	Transportation Equip.		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop & Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				48,198		19591	67,789

## SEWER & WATER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Salaries and Wages - Employees	0
Salaries and Wages - Officers, Directors and Majority Stockholders	0
Employee Pensions and Benefits	0
Purchased Water	0
Purchased Power	18,429
Fuel For Power Production	0
Chemicals	0
Materials and Supplies	4193
Contractual Services	42139
Rents	0
Transportation Expense	0
Insurance Expense	2251
Regulatory Commission Expense	11256
Bad Debt Expense	0
Miscellaneous Expense <i>WATER TESTS, OFFICE SUPPLIES</i>	2570
<b>Total</b>	<b>76,833</b>

## PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar services rendered the respondent for which the aggregate payments during the year to any corporation, partnership, individual or organization of any kind whatever, amounting to \$500. or more. Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.

Name of Recipient	Amount	Description of Service
NORTHWESTERN ENERGY	14106	ELECTRICAL SUPPLY
DEPT. OF ENV. QUALITY	3220	GROUND WATER DISCHARGE FEE
MATERIALS TEST. & IMPR.	33,273	OPERATION & MAINTENANCE
WESTERN STATES INS.	2251	INSURANCE
ENERGY LABS	1280	WATER TESTING
DOHEY, CRAWLEY ETAL	6095	ATTORNEY
KAL WILSON	635	ATTORNEY
AMERICAN LEAK	1195	LEAK DETECTION
LIQUID ENGR	1800	REMOVE CAP IN RESERVOIR
EAGLE ELECTRIC	1481	ELECTRICAL MAINTENANCE
MORRISON-MARBLE	6312	HYDROGEOLOGIST
LINDSAY DRINKING	3560	WELL PUMP REPLACEMENT
MOM	552	MATERIALS

Surface Water: River \_\_\_\_\_ Lake \_\_\_\_\_ Stream \_\_\_\_\_ Impounding Res. \_\_\_\_\_  
Ground Water: Springs No. \_\_\_\_\_ Shallow Wells No. \_\_\_\_\_ Deep Wells No. 2

Ground Water: Springs No. \_\_\_\_\_ Shallow Wells No. \_\_\_\_\_ Deep Wells No. 2

### SUPPLY, TRANSMISSION & DISTRIBUTION MAINS (FEET)

Size Inches	First of Year	Laid During Year	Total	Abandoned During Yr.	Taken Up During Yr.	Total	Close of Year
4	1760	0	1760	0	0	0	1760
6	4620	0	4620	0	0	0	4620
8	50	0	50	0	0	0	50
Total	6930	0	6930	0	0	0	6930

## RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEM

Number of Reservoirs 1 Capacity in Gallons 292,000  
 Number of Standpipes 0 Capacity in Gallons 0  
 Method of Purification NONE

## SERVICES AND METERS

Services										
1/2 in.	5/8 in.	1 in.	1 1/2 in.	2 in.	3 in.	4 in.	6 in.	3/4"		
_____	_____	_____	_____	_____	_____	_____	_____	<u>114</u>	_____	_____
Meters										
_____	_____	_____	_____	_____	_____	_____	_____	<u>105</u>	_____	_____

## NUMBER AND CLASSIFICATION OF CONSUMERS

-Close of Year-

Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential	92	9	101	99	9	108	7
Commercial	6	0	6	6	0	6	0
Industrial	0	0	0	0	0	0	0
Fire Hydrants	0	1	1	0	1	1	0
Governmental	0	0	0	0	0	0	0
All Other	0	0	0	0	0	0	0
Total	98	10	108	105	10	115	6
							7

## TOTAL PUMPING STATION STATISTICS

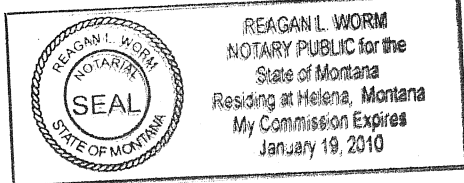
Total Amount of Water Obtained by all methods during the Year	<u>12,510,800</u>	gals.
Maximum Water obtained all methods during any one day	<u>92,100</u>	gals.
Minimum Amount of Water obtained all methods during one day	<u>12,317</u>	gals.
Total Amount of Water passed through customers meters during year	<u>12,510,800</u>	gals.
Range of ordinary pressure on mains <u>58</u> lbs. to <u>62</u> lbs.		
Range of fire pressure in mains <u>30</u> lbs. to <u>40</u> lbs.		

STATE OF MONTANA )  
County of LEWIS & CLARK )

We, the undersigned, on our oath do severally say that the foregoing return the  
MT ASSOCIATES, LLC, water utility, has been prepared  
under our direction from the original books, papers and records of said utility and declare  
the same to be a full, true and correct statement embracing all the financial transactions of  
said utility during the period for which the return is made.

Larry Marshall 9/30/06  
MANAGING MEMBER

Subscribed and sworn to before me this 30<sup>th</sup> day of April, 2006.



Reagan L. Worm